

Heliostar Adds Porphyry Upside with 71.6 Metres of 0.44 g/t AuEq at Zachary Bay, Unga Project, Alaska

Vancouver, British Columbia–(Newsfile Corp. – September 16, 2021) – Heliostar Metals Limited (TSXV: HSTR) (OTCQX: HSTXF) (FSE: RGG1) (“**Heliostar**” or the “**Company**”) is pleased to announce results from two Reverse Circulation (RC) holes completed at the Zachary Bay Target in 2021.

Our primary focus at Unga is high grade gold targets. However, the project also hosts both porphyry gold-copper and bulk tonnage gold targets. These two first-pass RC holes targeted porphyry style mineralization at Zachary Bay and both holes intersected gold and copper mineralization over significant widths. They indicate potential for a large porphyry footprint with zones of higher grade that require additional drilling.

Highlights

- Two holes completed 220 metres apart show open intersections, with local higher-grade zones within each hole.
- Next step is diamond drilling to expand upon higher grade zones, in particular to depth, and drilling the magnetic highs within the porphyry complex.

ZBRC21-01

- 0.44 g/t gold equivalent (AuEq) over 71.63 m from 30.48 metres (m) downhole, including;
 - 0.58 g/t AuEq over 16.76 m from 30.48 m, including;
 - 0.69 g/t AuEq over 6.10 m from 30.48 m

ZBRC21-02

- 0.34 g/t AuEq over 91.44 m from 9.14 m including;
 - 0.40 g/t AuEq over 41.15m from 9.14 m

Note: All numbers are rounded and widths represent drilled lengths.

Heliostar CEO, Charles Funk, commented “*Unga is a rare project containing the potential for multiple deposit types. These holes show the potential for a gold-copper porphyry at the Zachary Bay target. They represent first pass drilling to establish the best location for follow-up diamond drilling. Both holes have higher grade sub-zones. It is important to note that hole ZBRC21-02 has grades that increase with depth and the best intervals are at the very base of the hole. High grade gold is the company’s primary focus, however the proximity of the different deposit styles, as was the case at the Saddle and Saddle North deposits that GT Gold (now Newmont) discovered in northern British Columbia highlights the potential value*

creation of exploring both styles of mineralization.”

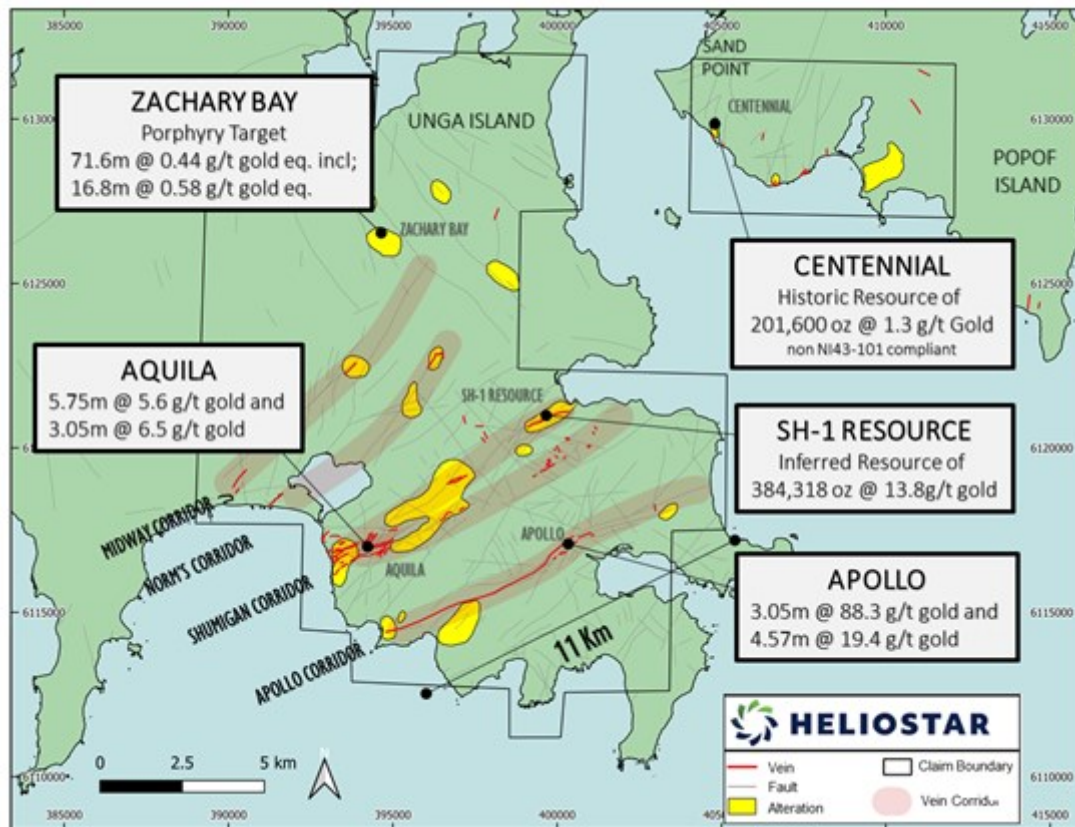


Figure 1: Plan Map of Unga project with highest priority targets highlighted. The reader is cautioned that a qualified person has not been able to independently verify the resource at Centennial and the historical assay results presented at Zachary Bay and Heliostar plans on conducting an exploration program at Centennial to establish the grades and widths of mineralization at these prospects. The SH-1 resource is current and is referenced in the “Amended and Restated N.I. 43-101 Technical Report & Resource Estimate for the SH-1 Gold and Silver Deposit” by W.T. Ellis and dated November 24, 2020 and can be found at www.sedar.com.

To view an enhanced version of Figure 1, please visit:

https://orders.newsfilecorp.com/files/7729/96768_d06706330403e8f9_003full.jpg

Zachary Bay Target

The Zachary Bay Porphyry is a compelling drill target based on several factors:

- The overall size of the porphyry core (300 x 650 m) based on mapping and ground magnetics surveys;
- A zoned alteration from (500 x 1,000 m) from outer propylitic, argillic and advanced argillic alteration in andesite to a core of potassically altered porphyritic diorite;
- Only a single 117 metre deep, vertical hole drilled within the porphyry prior to Heliostar. This hole was mineralized over its entire length;

- The proximity to the potentially related, high grade vein corridors.

A joint Quintana Minerals Corp. and Duval Corp. exploration program identified Zachary Bay in 1974. One round of drilling was completed with 4 holes totalling 291 metres in 1975. Of these four holes, only one was drilled in the porphyry and the other holes were drilled at other targets located over 400 metres to the east of Zachary Bay.

The 1975 hole (Z1) was drilled vertically, a poor orientation to effectively test a large, sub-vertical porphyry complex, but nonetheless returned 0.45 g/t gold equivalent over 107.1 metres (0.28 g/t gold and 0.11 % copper), with individual gold values up to 0.95 g/t. Mineralization remains open in all directions (The reader is cautioned that the qualified person has not been able to independently verify the historical assay results in the Quintana Duval drilling).

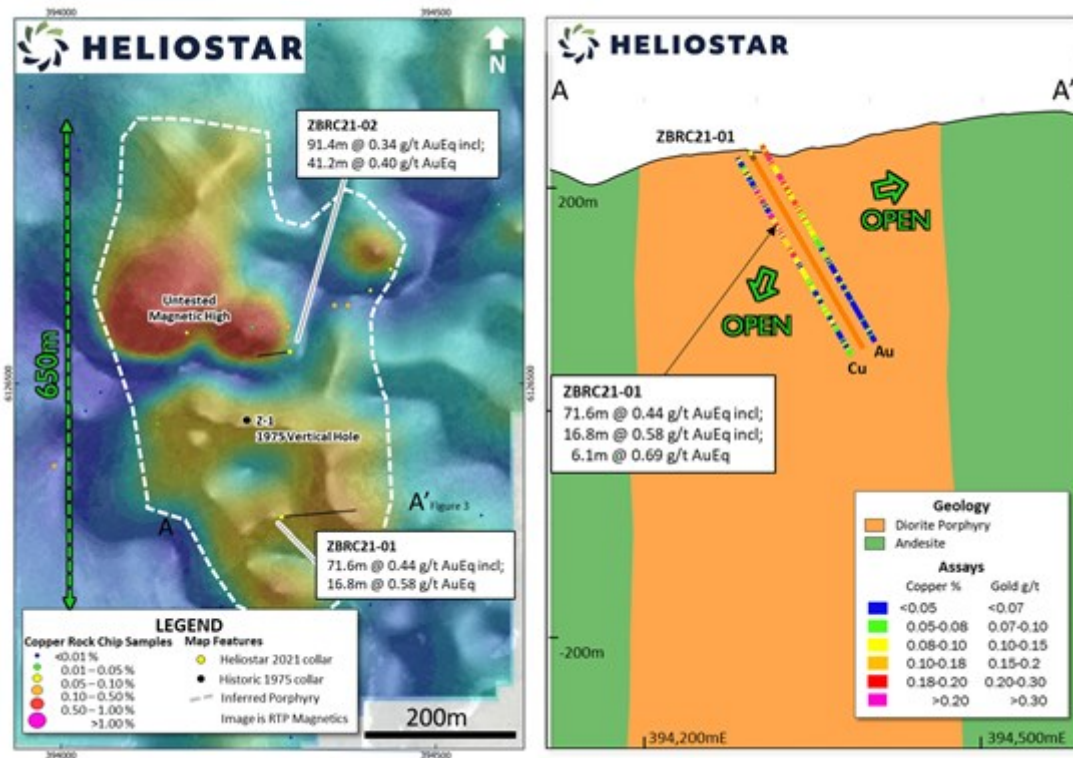


Figure 2 (left): Zachary Bay plan map drill hole locations shown on Reduced to Pole Magnetics. **Figure 3 (right):** Zachary Bay hole ZBRC21-01 cross section looking to the north.

To view an enhanced version of Figure 2 and Figure 3, please visit:
https://orders.newsfilecorp.com/files/7729/96768_d06706330403e8f9_004full.jpg

Heliostar’s compilation of the historic drilling, magnetic surveying, and two IP survey lines from 2005, combined with detailed field mapping completed by Heliostar in early 2021 confirmed a large porphyry system at Zachary Bay, with large areas masked by thin (0-10 metres) overburden.

Table of Results

Drillhole	From	To	Interval	AuEq	Gold	Copper	Comment
	(m)	(m)	(m)	(g/t)	(g/t)	(%)	
ZBRC21-01	9.14	128.02	118.88	0.39	0.15	0.15	
Including	9.14	19.81	10.67	0.41	0.25	0.10	
And	30.48	102.11	71.63	0.44	0.17	0.17	
Including	30.48	47.24	16.76	0.58	0.26	0.20	
Including	30.48	36.58	6.10	0.69	0.33	0.22	
ZBRC21-02	9.14	100.58	91.44	0.34	0.19	0.09	Entire Hole
Including	9.14	50.29	41.15	0.40	0.22	0.11	
and	97.54	100.58	3.04	0.64	0.41	0.14	

Table 1: Table of significant intersections from the Zachary Bay target.

Note: All numbers are rounded and intervals represent drilled lengths. Gold equivalent is calculated using the following formula: $\text{gold-equivalent} = ((\text{Au}_{\text{g/t}} \times 48.23) + (\text{Cu}_{\text{ppm}} \times 0.0077)) / 48.23$. Metal price assumptions are \$1,500 per ounce gold and \$3.50 per pound copper.

Drillhole Details

Prospect	Drillhole	Easting	Northing	Elevation	Azimuth (°)	Inclination (°)	Total Depth (m)
Zachary Bay	ZBRC21-01	394295	6126322	230	085	-60	198.12
	ZBRC21-02	394306	6126542	166	262	-65	100.58

Table 2: Zachary Bay target drill hole details. NAD83, Zone 4 Coordinate system.

Quality Assurance / Quality Control

Drill samples were shipped to ALS Limited in Whitehorse, Yukon for sample preparation and for analysis at the ALS laboratory in North Vancouver. The ALS Whitehorse and North Vancouver facilities are ISO/IEC 17025 certified. Silver and base metals were analyzed using a four-acid digestion with an ICP finish and gold was assayed by 30-and 50 gram fire assay with atomic absorption (“AA”) spectroscopy finish and overlimits were analyzed by 50g fire assay with gravimetric finish.

Control samples comprising certified reference samples, duplicates and blank samples were systematically inserted into the sample stream and analyzed as part of the Company's quality assurance / quality control protocol.

Qualified Person

The Company's disclosure of technical or scientific information in this press release has been reviewed and approved by Stewart Harris, P.Geol., Exploration Manager for the Company. Mr. Harris is a Qualified Person as defined under the terms of National Instrument 43-101.

About Heliostar Metals Ltd.

Heliostar is a well-financed junior exploration and development company with a portfolio of high-grade gold projects in Alaska and Mexico.

The company's flagship asset is the 100% controlled Unga Gold Project on Unga and Popof Islands in Alaska. The project hosts an intermediate sulfidation epithermal gold deposit, located within the district-scale property that encompasses 240 km² across the two islands. Additional targets on the property include porphyry copper-gold targets, high sulphidation targets and intermediate sulphidation epithermal veins.

On Unga Island, priority targets include: the SH-1 and Aquila, both on the Shumagin Trend, the former Apollo-Sitka mine, which was Alaska's first underground gold mine, and the Zachary Bay porphyry gold-copper prospect.

Gold mineralization at the Centennial Zone is located on neighbouring Popof Island within four kilometres of infrastructure and services at Sand Point.

In Mexico, the company owns 100% of three early-stage epithermal projects in Sonora that are highly prospective for gold and silver. Cumaro forms part of the El Picacho district, while the Oso Negro and La Lola projects are early-stage projects considered prospective for epithermal gold-silver mineralization.

For additional information please contact:

Charles Funk

Chief Executive Officer
Heliostar Metals Limited
Email: charles.funk@heliostarmetals.com

Rob Grey

Investor Relations Manager
Heliostar Metals Limited
Phone: +1 778 357 1313

Email: rob.grey@heliostarmetals.com

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